

SENATE BILL 1401

By Kilby

AN ACT to amend Tennessee Code Annotated, Title 56,
relative to insurance.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 56-8-109, is amended by deleting subdivision (a)(1) in its entirety and by substituting instead the following:

(1) Payment of a civil penalty of not more than two thousand dollars (\$2,000) for each and every act or violation, but not to exceed an aggregate penalty of twenty thousand dollars (\$20,000), unless the person knew or reasonably should have known the person was in violation of this chapter, in which case the penalty shall not be more than ten thousand dollars (\$10,000) for each and every act or violation, but not to exceed an aggregate penalty of one hundred thousand dollars (\$100,000) in any six-month period; or

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.